

State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:					
Company Jay Marshall Resident Agent					
ОСМ	Karl Houskeeper Environmental Scientist III				

Inspection Report

Permit Number:	C0070013
Inspection Type:	PARTIAL
Inspection Date:	Tuesday, December 09, 2008
Start Date/Time:	12/9/2008 12:00:00 PM
End Date/Time:	12/9/2008 5:00:00 PM
Last Inspection:	Monday, November 17, 2008

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Cloudy/Overcasr, Temp. 37 Deg. F.

InspectionID Report Number: 1855

Accepted by: jhelfric

12/9/2008

Permitee: UTAHAMERICAN ENERGY INC Operator: UTAHAMERICAN ENERGY INC

Site: HORSE CANYON MINE

Address: PO BOX 986, PRICE UT 84501

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

Mineral Ownership

Types of Operations

			•	
5,992.07	Total Permitted	✓ Federal		✓ Underground
122.49	Total Disturbed	✓ State		Surface
61.65	Phase I	✓ County		☐ Loadout
	Phase II	✓ Fee		Processing
	Phase III	☐ Other		Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Inspector's	Signature:
-------------	------------

Karl Houskeeper, Environmental Scientist III

Date

Tuesday, December 09, 2008

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

Permit Number: C0070013 Inspection Type: PARTIAL

Inspection Date: Tuesday, December 09, 2008

Page 2 of 3

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers	✓		✓	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions				
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓		✓	
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments				
8.	Noncoal Waste				
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing				
16.b	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations	✓		✓	
19.	AVS Check			,	
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

Inspection Continuation Sheet

Permit Number: C0070013 Inspection Type: PARTIAL

Inspection Date: Tuesday, December 09, 2008

Page 3 of 3

2. Signs and Markers

The ID signs contained the necessary information.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

Topsoil has been stripped in the new sediment pond area of the Part B Lila Permit Area.

18. Support Facilities, Utility Installations

Equipment is on site to begin Facilities construction. Portal access road is roughed in.